

Review of Regulatory Action on Fixed to Mobile Termination

Country	Action
Argentina	In 2002 adopted CPP rate adjustment mechanism-a retail minus approach whereby CPP rate is equal to a weighted average of outbound mobile prices
Australia	April 2003 Regulator commenced second public proceeding. Expect completion in 2004 2001 Regulator tied termination rates to changes in retail market rates
Austria	Action taken in 2000 and 2001 to regulate prices
Belgium	Action taken in January and July 2001 and again in August 2002. Resulted in 15% decrease
Chile	January 2004 regulator reduced mobile termination rates 36%.
Colombia	Mobile operators reducing due to market competition. New entrant slashed rates 50%. International termination rates below domestic.
Czech Republic	Regulator intervened in 2003
Dominican Republic	Regulatory proceeding in 2003 required all prices to be non discriminatory alligning domestic and international prices.
Ecuador	Domestic rate for call termination is higher than international rate
European Regulator's Group	Published Principles of Implementation and Best Practice for the Application of Remedies in the Call Termination Market, November 2003
Finland	Regulated since 2001. Further investigation on-going
France	Reductions since 1999. November 02, ART decreased rates from 2003 by 15%. Further market review scheduled for 2004. Looking at price caps for 2005-2007
Germany	Rates dropped significantly since 1998 from .55 Euro cents to .18 in 2002. Market review scheduled for 2004 as part of implementation
Greece	Mobile Operators designated as SMP have to set interconnection rates according to

	transparent cost based principles. Rates decreased over time most recently in September 2003. Mobile operators decreased rates 12% in December 2003, 3 rd decrease in 20 months. Review underway as part of implementation of EU Communications package. Results in 2004 expected.
India	Regulator established rate in January 2003, effective April 2003
Ireland	Market has reduced rates amongst lowest in Europe
Italy	Regulator has been engaged in issue since 1999. In February 2003, regulator reduced rates 13% effective June 2003. Further review expected in 2004
Japan	Rates reduced since 1998. Most recent reductions in March 2003. Further reductions expected in March 2004
Netherlands	Voluntary reductions up until 2003. December Opta and operators agreed to reduce rates 40-50% from previous levels. Market review likely in 2004
New Zealand	Regulator has announced that it is looking at the situation.
Nicaragua	Regulator intervened recently. Local CPP tariff will decline 48% over next 12 months. International rate below domestic at \$.02/min.
Nigeria	In 2003 regulator intervened and set rates for 1 year at 8.7 cents. January 2004 introduced interconnection regulation on mobile. Rates must be non discriminatory, published Reference Interconnection Offer.
Norway	2001 price cap introduced. Further reductions requested in June 02.
Panama	Domestic CPP rate higher than international
Peru	International termination rate established by regulator. Domestic rate higher. In January the regulator announced intention to decrease the local CPP rates by 33% over the next 18 months.
Portugal	Regulatory interventions in 2000 and 2002. Most recent 15%.
Regutel/Latin American Regulators	December 2003 issued a joint declaration

Group	with European Regulators group committing to exchanging respective studies and ways of cooperation on the area cost orientation for mobile termination including cost oriented accounting methodologies and methods for approaching issue.
South Africa	Voluntary reductions in February 2003. Regulator intervened in April 2003. Declared operators with greater than 35% market share to have market power. Imposed cost based termination obligation.
South Korea	Announced intention to reduce rates
Spain	Regulatory Commission reduced prices in 2002 by 17% and in October 2003 by between 7 and 12%.
Sweden	Since 1999 regulator has intervened.LRIC model being looked at for implementation in 2004.
United Kingdom	Regulator and Competition Commission active on issue since 1990. July 2003 price reduction by 15% with additional reductions scheduled for 2004/5/ and 6. Will be 7 cents by 2006.
Uruguay	International mobile termination rate is 0. There are on-going negotiations with domestic LD company to receive payment for international calls.
Venezuela	International termination rate below domestic rate. Economic crisis, the regulator froze rates despite inflation and devaluation of the Bolivar.